

1 was the natural consequence of Wiresoft’s decision to withdraw from participation in this
2 litigation. The fact that Mr. Schram may not have understood all of the potential repercussions
3 of a judgment against his now-defunct company does not make the decision to abandon this
4 litigation any less intentional.

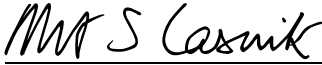
5 Nor has defendant shown that relief under the catchall provision of Rule 60(b)(6)
6 is appropriate. Such relief is available only where “extraordinary circumstances prevented a
7 party from taking timely action to prevent or correct an erroneous judgment.” Latshaw v.
8 Trainer Wortham & Co., Inc., 452 F.3d 1097, 1103 (9th Cir. 2006). The provision is used
9 “sparingly as an equitable remedy to prevent manifest injustice.” Lal v. Cal., 610 F.3d 518, 524
10 (9th Cir. 2010). In this case, defendant had every opportunity to defend this action and simply
11 chose not to: Wiresoft was properly served and, for a while, not only opposed plaintiff’s claims,
12 but pursued its own counterclaims. The decision to withdraw was intentional and unequivocal.
13 Not even entry of judgment against it in early November 2011 made defendant rethink its chosen
14 litigation strategy.¹ It was not until plaintiff’s counsel pointed out the potential *res judicata*
15 effects of this judgment in a related state court action against Mr. Schram that defendant’s
16 interest in this litigation revived.² Given defendant’s deliberate litigation strategy and the five
17 month delay between judgment and this motion, the Court finds that defendant failed to take
18 timely action to prevent or correct the judgment of which it complains and cannot rely on equity
19 to remedy the situation.

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22 ¹ Although Wiresoft had ceased operations prior to the entry of judgment, Mr. Schram received
23 notice of the summary judgment order shortly after it was issued. Nevertheless, defendant waited until
24 May 10, 2012, to file this motion.

25 ² The Court has not analyzed and offers no view on the merits of plaintiff’s claims against a
26 corporate officer or the applicability of the doctrine of *res judicata* in the circumstances presented here.
The Court only concludes that summary judgment in the above-captioned cause of action was
appropriate under both legal and equitable principles.

1 For all of the foregoing reasons, defendant's motion to vacate judgment is
2 DENIED.

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4 Dated this 19th day of June, 2012.

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6 Robert S. Lasnik
7 United States District Judge
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